

General Assembly

January Session, 2001

Raised Bill No. 6856

LCO No. 3535

Referred to Committee on Human Services

Introduced by: (HS)

AN ACT CONCERNING THE SECURITY DEPOSIT GUARANTEE PROGRAM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 17b-802 of the general statutes is repealed and the following
- 2 is substituted in lieu thereof:
- 3 (a) The Commissioner of Social Services shall establish, within
- 4 available appropriations, and administer a security deposit guarantee
- 5 program for persons who are recipients of temporary family
- 6 assistance, aid under the state supplement program, state-
- 7 administered general assistance or general assistance and to persons
- 8 who have a documented showing of financial need and are residing in
- 9 emergency shelters or other emergency housing or who cannot remain
- 10 in permanent housing due to any reason specified in subsection (a) of
- 11 section 17b-808 or service of a notice to quit in a summary process
- 12 <u>action instituted pursuant to chapter 832</u>, for use by such persons in
- 13 lieu of a security deposit on a rental dwelling unit. Eligible persons
- may receive a security deposit guarantee in an amount not to exceed the equivalent of [one month's] two months' rent on such rental unit. [,
- 16 except that upon a documented showing of financial need, the

17 commissioner may approve a security deposit guarantee in an amount 18 not to exceed the equivalent of two month's rent.] No person may 19 apply for and receive a security deposit guarantee more than once <u>in</u> 20 <u>any eighteen-month period</u> without the express authorization of the 21 Commissioner of Social Services, except as provided in subsection (b) 22 of this section.

(b) In the case of any person who qualifies for a guarantee, the Commissioner of Social Services, or any emergency shelter under contract with the Department of Social Services to assist in the administration of the security deposit guarantee program established pursuant to subsection (a) of this section, may execute a written agreement to pay the landlord for any damages suffered by the landlord due to the tenant's failure to comply with such tenant's obligations as defined in section 47a-21, provided the amount of any such payment shall not exceed the amount of the requested security deposit. [If] Notwithstanding the provisions of subsection (a) of this section, if a person who has previously received a grant for a security deposit or a security deposit guarantee becomes eligible for a subsequent security deposit guarantee [,] within eighteen months after a claim has been paid on a prior security deposit guarantee, such person may receive a security deposit guarantee, but the amount of the subsequent security deposit guarantee for which such person would otherwise have been eligible shall be reduced by (1) any amount of a previous grant which has not been returned to the department pursuant to section 47a-21 or (2) the amount of any payment made to the landlord for damages pursuant to this subsection, provided the department has given such person an opportunity, through a fair hearing, to contest the validity of any such withholding.

(c) Any payment made pursuant to this section to any person receiving temporary family assistance, aid under the state supplement program, general assistance or state-administered general assistance shall not be deducted from the amount of assistance to which the recipient would otherwise be entitled.

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- (d) On and after July 1, 2000, no special need or special benefit payments shall be made by the commissioner for security deposits from the temporary family assistance, state supplement, state-administered general assistance or general assistance programs.
 - (e) The Commissioner of Social Services may, within available appropriations, [from funds appropriated to the safety net account,] on a case-by-case basis, provide a security deposit grant to a person residing in an emergency shelter or other emergency housing or to a person who cannot remain in permanent housing due to any reason specified in subsection (a) of section 17b-808 or service of a notice to quit in a summary process action instituted pursuant to chapter 832, in an amount not to exceed the equivalent of one month's rent on such rental unit provided the commissioner determines that emergency circumstances exist which threaten the health, safety or welfare of a child who resides with such person. Such person shall not be eligible for more than one such grant without the authorization of said commissioner.
- (f) Nothing in this section shall preclude the approval of a onemonth cash deposit in conjunction with a security deposit guarantee.
- [(f)] (g) The Commissioner of Social Services may provide a security deposit grant to a person receiving such grant through any emergency shelter under an existing contract with the Department of Social Services to assist in the administration of the security deposit program, but in no event shall a payment be authorized after October 1, 2000. Nothing in this section shall preclude the commissioner from entering into a contract with one or more emergency shelters for the purpose of issuing security deposit guarantees.
- [(g)] (h) The Commissioner of Social Services shall adopt regulations, in accordance with the provisions of chapter 54, to administer the program established pursuant to this section and to set eligibility criteria for the program, but may implement the program until January 1, 2002, while in the process of adopting such regulations

- 82 provided notice of intent to adopt the regulations is published in the
- 83 Connecticut Law Journal within twenty days after implementation.

HS Joint Favorable C/R

APP